

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2003

	May-03				April-03				March-03				December-02				September-02				Current	Prior Year	3 Years	5 Years
	Allocation			Month	Allocation			Month	Allocation			Quarter	Allocation			Quarter	Allocation			Quarter	Fiscal YTD	FY02	6/30/2002	6/30/2002
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
AllianceBernstein	21,070,771	2.2%	1.8%	3.11%	20,417,936	2.2%	1.8%	7.08%	19,077,985	2.1%	1.8%	-0.09%	13,567,553	1.5%	1.8%	2.89%	13,301,079	1.5%	1.8%	-13.54%	-1.87%	-28.65%	-16.80%	N/A
Russell 1000 Growth				4.99%				7.39%				-1.07%				7.15%				-15.05%	1.53%	-26.49%	-16.15%	N/A
Structured Value																								
LSV	16,885,735	1.7%	1.8%	8.88%	15,501,408	1.6%	1.8%	7.97%	14,367,895	1.6%	1.8%	-5.73%	15,216,895	1.7%	1.8%	6.53%	14,414,067	1.7%	1.8%	-18.60%	-3.91%	2.41%	5.40%	N/A
Russell 1000 Value				6.46%				8.80%				-4.86%				9.22%				-18.77%	-2.24%	-8.96%	-2.92%	N/A
S&P 500 Index																								
State Street	81,669,225	8.4%	8.4%	5.26%	77,486,975	8.2%	8.4%	8.26%	71,626,899	7.9%	8.4%	-3.17%	70,877,175	7.8%	8.4%	8.41%	65,956,732	7.6%	8.4%	-17.26%	-1.03%	-18.03%	-9.27%	3.58%
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	119,625,731	12.2%	12.0%	5.36%	113,406,319	12.0%	12.0%	8.00%	105,072,779	11.5%	12.0%	-3.02%	99,661,623	11.0%	12.0%	7.34%	93,671,877	10.7%	12.0%	-16.96%	-1.63%	-16.89%	-8.30%	3.74%
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	64,043,306	6.6%	6.0%	10.55%	57,897,255	6.1%	6.0%	9.39%	53,131,076	5.8%	6.0%	-4.21%	50,241,159	5.6%	6.0%	4.91%	48,437,712	5.5%	6.0%	-19.31%	-1.94%	-11.77%	N/A	N/A
Russell 2000 + 200bp				10.90%				9.65%				-4.00%				6.68%				-20.97%	-1.58%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	64,043,306	6.6%	6.0%	10.55%	57,897,255	6.1%	6.0%	9.39%	53,131,076	5.8%	6.0%	-4.21%	50,241,159	5.6%	6.0%	4.91%	48,437,712	5.5%	6.0%	-19.31%	-1.94%	-11.69%	2.22%	4.32%
Russell 2000				10.73%				9.48%				-4.49%				6.16%				-21.40%	-3.38%	-8.59%	1.67%	4.44%
CONVERTIBLES																								
TCW	113,861,970	11.6%	12.0%	4.96%	108,300,534	11.5%	12.0%	6.19%	102,212,189	11.2%	12.0%	1.16%	101,094,781	11.2%	12.0%	8.15%	93,698,863	10.7%	12.0%	-10.05%	9.69%	-20.37%	-2.22%	N/A
First Boston Convertible Index				4.44%				5.25%				3.82%				9.83%				-8.47%	14.72%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	68,473,468	7.0%	7.2%	4.06%	64,112,374	6.8%	7.2%	9.84%	58,727,541	6.4%	7.2%	-10.00%	65,504,123	7.3%	7.2%	7.30%	60,907,671	7.0%	8.0%	-20.58%	-12.33%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				4.41%				9.18%				-9.03%				4.04%				-20.02%	-13.71%	-14.62%	-7.32%	-1.89%
Small Cap - Value																								
Lazard	7,913,518	0.8%	0.8%	8.37%	7,294,357	0.8%	0.8%	10.52%	6,611,673	0.7%	0.8%	-7.11%	7,155,670	0.8%	0.8%	N/A	-	0.0%	8.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				8.40%				8.30%				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	76,386,986	7.8%	8.0%	4.49%	71,406,731	7.6%	8.0%	9.91%	65,339,214	7.2%	8.0%	-9.71%	72,659,793	8.0%	8.0%	7.81%	60,907,671	7.0%	8.0%	-20.58%	-11.22%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				4.41%				9.18%				-9.03%				4.04%				-20.02%	-13.71%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	285,308,991	29.2%	29.5%	2.12%	279,235,368	29.6%	29.5%	1.70%	274,407,502	30.1%	29.5%	2.16%	279,779,507	31.0%	29.5%	2.96%	278,109,931	31.8%	29.5%	3.51%	13.08%	8.36%	8.53%	7.80%
Lehman Aggregate				1.86%				0.83%				1.39%				1.57%				4.58%	10.61%	8.62%	8.10%	7.57%
Index																								
Bank of ND	157,633,627	16.1%	16.4%	2.77%	152,525,641	16.2%	16.3%	1.05%	150,843,280	16.5%	16.3%	1.65%	148,414,948	16.4%	16.3%	1.65%	155,785,943	17.8%	16.8%	5.96%	13.69%	8.38%	7.79%	7.42%
Bank of ND CD'S	12,610,637	1.3%	1.3%	0.29%	13,061,054	1.4%	1.4%	0.29%	13,023,488	1.4%	1.4%	0.87%	12,910,789	1.4%	1.4%	0.88%	8,093,027	0.9%	0.9%	0.88%	2.65%	5.04%	5.55%	5.48%
Total Index	170,244,264	17.4%	17.7%	2.57%	165,586,696	17.5%	17.7%	0.98%	163,866,769	18.0%	17.7%	1.59%	161,325,738	17.9%	17.7%	1.61%	163,878,970	18.8%	17.7%	5.70%	10.19%	8.14%	7.66%	7.30%
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	7.86%	7.47%
BBB Average Quality																								
Strong	123,429,641	12.6%	11.8%	3.38%	119,259,627	12.6%	11.8%	2.62%	116,226,341	12.7%	11.8%	3.29%	112,541,398	12.5%	11.8%	4.48%	110,264,817	12.6%	11.8%	3.08%	18.01%	N/A	N/A	N/A
Lehman US Credit BAA				3.72%				2.77%				3.40%				4.59%				2.70%	18.39%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	578,982,896	59.2%	59.0%	2.52%	564,081,691	59.7%	59.0%	1.68%	554,500,612	60.8%	59.0%	2.23%	553,646,643	61.3%	59.0%	2.85%	552,253,718	63.2%	59.0%	4.06%	14.04%	7.55%	7.88%	7.42%
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	7.86%	7.47%
CASH EQUIVALENTS																								
Bank of ND	24,609,823	2.5%	3.0%	0.11%	29,054,955	3.1%	3.0%	0.11%	32,021,938	3.5%	3.0%	0.35%	25,716,383	2.8%	3.0%	0.41%	24,241,005	2.8%	3.0%	0.48%	1.47%	2.41%	4.76%	4.99%
90 Day T-Bill				0.10%				0.09%				0.30%				0.43%				0.45%	1.38%	2.63%	4.68%	4.84%
TOTAL WORKFORCE SAFETY & INS	977,510,711	100.00%	100.00%	3.71%	944,147,484	100.00%	100.00%	3.90%	912,277,809	100.00%	100.00%	0.17%	903,020,381	100.00%	100.00%	4.21%	873,210,847	100.00%	100.00%	-3.49%	8.56%	-1.68%	3.81%	6.83%
POLICY TARGET BENCHMARK				3.81%				3.48%				0.11%				4.01%				-2.94%	8.57%	-0.36%	3.67%	6.51%

NOTE: Monthly returns and market values are preliminary and subject to change.